

IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF ARKANSAS

MAY **2 4** 2019

GAVILON GRAIN, LLC	JAMES W. McCORMACK, CLERK By: DEP CLERK
Plaintiff,) CIVIL ACTION NO.
vs.	2:19-cv-58-JM
K & A SEALY FARMS, an Arkansas General Partnership; C & A HEIDELBERGER FARMS, an Arkansas General Partnership; BROCATO & UNGER FARMS, an Arkansas General Partnership; PHARR FARMS, an Arkansas General Partnership; and C & D FARMS, an Arkansas General Partnership Defendants.	This case assigned to District Judge Moody and to Magistrate Judge Volpe)

PETITION TO COMPEL ARBITRATION

Introduction

Gavilon Grain, LLC ("Gavilon") files this Petition to Compel Arbitration under 9 U.S.C. § 4 of the Federal Arbitration Act. K&A Sealey Farms, C&A Heidelberger Farms, Brocato & Unger Farms, Pharr Farms, and C&D Farms (collectively, the "Farms") each entered into an arbitration agreement that requires them to arbitrate their claims against Gavilon. The Farms have violated these agreements by filing a complaint against Gavilon in Arkansas state court. Under section 4 of the Federal Arbitration Act, this Court should enforce the arbitration agreements and compel the Farms to arbitrate their claims.

Parties

1. Gavilon Grain, LLC is a Delaware limited liability corporation with its principal place of business in Omaha, Nebraska. The following is its ownership structure: Gavilon Grain, LLC is wholly owned by Gavilon Global Ag Holdings, LLC; which is wholly owned by The Gavilon Group, LLC; which is wholly owned by Marble Gold V LLC; which is wholly owned

by Gavilon Agriculture Investment, Inc. Gavilon Agriculture Investment, Inc. is a Delaware corporation with its principal place of business in Nebraska. Gavilon Grain, LLC is therefore a citizen of Delaware and Nebraska.

- 2. K&A Sealy Farms is an Arkansas general partnership with its principal place of business in Arkansas.
- 3. C & A Heidelberger Farms is an Arkansas general partnership with its principal place of business in Arkansas.
- 4. Brocato & Unger Farms is an Arkansas general partnership with its principal place of business in Arkansas.
- 5. Pharr Farms is an Arkansas general partnership with its principal place of business in Arkansas.
- 6. C&D Farms is an Arkansas general partnership with its principal place of business in Arkansas.

Jurisdiction and Venue

- 7. This court has jurisdiction under 28 U.S.C. § 1332 and 28 U.S.C. § 1367. All defendants are citizens of Arkansas. Gavilon is a citizen of Delaware and Nebraska. Complete diversity between the parties therefore exists, and the amount in controversy exceeds \$75,000. (See Ex. A, State Court Compl. at 9 (seeking \$250,000 in punitive damages in addition to actual damages and attorneys' fees)). Additionally, all of the plaintiffs' claims are so related that they form part of the same case or controversy under Article III of the United States Constitution.
- 8. Venue is proper under 9 U.S.C § 4 because, save for the arbitration agreement, jurisdiction would be proper in this Court, and the arbitration provision does not identify another location for the arbitration to take place.

Facts

- 9. The Farms are agricultural entities engaged in soybean production.
- 10. In 2018, Gavilon Grain, LLC entered into a series of agreements to purchase soybeans from the each of Farms. (Ex. B, K&A Sealy Farms Contract; Ex. C, C & A Heidelberger Farms Contract; Ex. D, Brocato & Unger Farms Contract; Ex. E, Pharr Farms Contract; Ex. F, C&D Farms Contract.)
 - 11. Each contract contains the following Arbitration Provision:

CONTROVERSIES: Controversies and/or other disagreements between Buyer and Seller arising under this Contract shall be settled by arbitration which shall be a condition precedent to any right of legal action that either Buyer or Seller may have against the other party. Any arbitration shall be in accordance with the rules of the National Grain and Feed Association [NGFA]. At the time notice of arbitration is served by either Buyer or Seller upon the other, (I) if either is a member of NGFA, the NGFA Arbitration Committee shall serve as the arbitrator; (ii) if neither is a member of the NGFA, the American Arbitration Association shall serve as the arbitrator.

(Exs. B-F, at 2.)

- 12. On April 8, 2019, the Farms filed suit against Gavilon in the Circuit Court of Phillips County, Arkansas.
- 13. In an apparent effort to avoid arbitration, the Farms characterized their claims—which arise from the purchase and sale of soybean—as tort claims for deceit and negligence. Nonetheless, the Farms' claims against Gavilon arise under the parties' contracts. Specifically, the Farms claim that Gavilon did not pay them the amount it promised.
- 14. In order to avoid federal diversity jurisdiction, the Farms named Gavilon employee, Robert Rhodes, as a defendant in the state court suit. The Farms' claims against Rhodes are based on alleged actions in his capacity as and employee and agent of Gavilon, and seek to hold Gavilon vicariously liable for Rhodes' action. The Farms' claims against Rhodes therefore arose under the parties' contract and are subject to arbitration.

15. Despite the Arbitration Provision's requirement that arbitration is "a condition precedent to *any right of legal action* that either Buyer or Seller may have against the other party," the Farms did not seek arbitration prior to filing suit.

Count I - Compel Arbitration Under the Federal Arbitration Act

- 16. Gavilon incorporates and realleges the allegations in Paragraphs 1–14.
- 17. Gavilon has a valid Arbitration Provision with each of the Farms. (See Exs. B-F, at 2.)
- 18. Despite the Arbitration Provisions, the Farms have failed to arbitrate their claims against Gavilon as they are obligated to do.
- Instead, the Farms filed suit against Gavilon in the Circuit Court of Phillips
 County, Arkansas.
- 20. The Farms' claims in the Phillips County lawsuit arise from their contracts with Gavilon and are covered by the Arbitration Agreement.
- 21. Additionally, under the Arbitration Provision, arbitration is a condition precedent to *any* legal claims brought by either the Farms or Gavilon against the other. Because the Farms have not arbitrated their claims, that condition precedent has not been met.
 - 22. Gavilon has been aggrieved by the Farms' failure to arbitrate their claims.
- 23. Under 9 U.S.C. § 4 of the Federal Arbitration Act, Gavilon is entitled to an order compelling the Farms to arbitrate their claims.

Prayer for Relief

For these reasons, Gavilon respectfully requests that the Court enter an order (1) enforcing the Arbitration Provisions; and (2) compelling the Farms to arbitrate its claims.

Respectfully Submitted,

Clayborne S. Stone (Ark. Bar No. 2003102)

MITCHELL, WILLIAMS, SELIG,

GATES & WOODYARD, P.L.L.C.

425 West Capitol Avenue, Suite 1800

Little Rock, Arkansas 72201

Phone: 501-688-8886 Fax: 501-918-7886

Email: cstone@mwlaw.com

-and-

James G. Powers (NE Bar No. 17780)

(Pro Hac Vice Pending)

Maryl C. Sattler (NE Bar No. 25869)

(Pro Hac Vice Pending)

First National Tower, Suite 3700

1601 Dodge Street

Omaha, Nebraska 68102

Phone: 402-341-3070

Fax: 402-341-0216

Email: jpowers@mcgrathnorth.com

msattler@mcgrathnorth.com

Attorneys for Gavilon Grain, LLC



IN THE CIRCUIT COURT OF PHILLIPS COUNTRY, ABROANSAS CIVIL DIVISION

K & A SEALY FARMS, an Arkansas General Partnership, CO & A HEIDELBERGER FARMS, an Arkansas General Partnership; BROCATO & UNGER FARMS, an Arkansas General Partnership; PHARR FARMS, an Arkansas General

Partnership; DAYTON PHARR FARMS, an Arkansas General Partnership; and C & D FARMS, an Arkansas

General Partnership

PLAINTIFFS

VS.

ROBERT RHODES AND GAVILON GRAIN, LLC

DEFENDANTS

COMPLAINT

COME NOW Plaintiffs, by and through their attorney, Donald E. Knapp, Jr., and for their Complaint against Defendants, state:

I. JURISDICTION AND VENUE

- 1. Plaintiff K & A Sealy Farms is an Arkansas General Partnership having its principal place of business in Phillips County, Arkansas.
- 2. Plaintiff C & A Heidelberger Farms is an Arkansas General Partnership having its principal place of business in Phillips County, Arkansas.
- 3. Plaintiff Brocato & Unger Farms is an Arkansas General Partnership having its principal place of business in Phillips County, Arkansas.
- 4. Plaintiff Pharr Farms is an Arkansas General Partnership having its principal place of business in Arkansas County, Arkansas.
- 5. Plaintiff Dayton Pharr Farms is an Arkansas General Partnership having its principal place of business in Jefferson County, Arkansas.



- 6. Plaintiff C & D Farms is an Arkansas General Partnership having its principal place of business in Jefferson County, Arkansas.
- 7. Defendant Robert Rhodes is now and has at all times relevant hereto been a resident and citizen of Jefferson County, Arkansas.
- 8. Defendant Gavilon Grain, LLC, is a foreign limited liability company conducting business in the State of Arkansas.
- 9. The events complained of herein occurred in Phillips County, Arkansas and Jefferson County, Arkansas.
 - 10. Jurisdiction is proper in this Court.
- 11. Venue is proper in this Court pursuant to A.C.A. § 16-55-213 and A.C.A. § 16-60-101.

II. FACTS

- 12. Paragraphs one (1) through eleven (11) are incorporated herein by reference as if set forth word for word.
- 13. Plaintiffs, each of them, are Arkansas general partnerships are agricultural entities engaged in soybean production in the State of Arkansas.
 - 14. Defendant Robert Rhodes is employed by Defendant Gavilon Grain, LLC.
- 15. Defendant Gavilon Grain, LLC is engaged in the business of purchasing grain from agricultural producers in several states, including the State of Arkansas.
- 16. Throughout the 2018 crop year, Gavilon Grain, LLC, issued multiple damage grading sheets stating the amount of dockage producers would be assessed based upon the quality of soybeans delivered.

- 17. Beginning in early 2018 and continuing through the soybean harvest of 2018, Gavilon Grain, LLC continued to issued damage grading sheets with increasing dollar amounts per damage amount for the purpose and intent of manipulating grain prices paid for crop from producers.
- 18. At the point in time during the 2018 soybean harvest, Plaintiff's representatives separately contacted Defendant Robert Rhodes and specifically asked if Gavilon Grain, LLC would pay Plaintiffs for their soybeans according to the previously issued damage grading sheets as opposed to the most recently distributed damage grading sheet.
- 19. Upon each of the above referenced inquiries, Defendant Robert Rhodes specifically told representatives from each Plaintiff that, "Yes, we will pay you for your soybeans according to the earlier damage grading sheets rather than the most recent."
- 20. The earlier issued grading sheets priced damage for bushel at a much lower rate the damage grading sheet issued during harvest.
- 21. At all times relevant hereto, Defendant was an agent and employee of Gavilon Grain, LLC and Plaintiffs reasonable relied on statements made by Defendant Robert Rhodes.
- 22. After delivery, Defendant Gavilon Grain, LLC paid Plaintiffs according to the most recent damage grading sheets, as opposed to the earlier issued grading sheet as stated by Defendant Robert Rhodes.

III. COUNT I – DECEIT

- 23. Paragraphs one (1) through twenty-two (22) are incorporated herein by reference as if set forth word for word.
 - 24. Defendants are liable to Plaintiffs for Deceit as follows:

- a. Defendant Robert Rhodes falsely told Plaintiffs Defendant Gavilon Grain, LLC would pay them for their soybeans according to the previously issued soybean damage grading sheet; and
- b. Defendant Robert Rhodes knew or reasonably should have known the statements he made to Plaintiffs were false; and
- c. Defendant Robert Rhodes knew Plaintiffs would rely on his statements and deliver their soybeans to Defendant Gavilon Grain, LLC; and
- d. Plaintiffs did rely on Defendant Robert Rhodes statements and did deliver their soybeans to Defendant Gavilon Grain, LLC; and
- e. As a result of Defendant Robert Rhodes deceit, Plaintiffs sustained damages in the amounts of:
 - 1. K & A Farms: \$9,818.86;
 - 2. C & A Farms: \$24,151.67;
 - 3. Brocato & Unger Farms: \$48,447.67;
 - 4. Pharr Farms: \$113,000.00;
 - 5. Dayton Pharr Farms: \$115,000.00; and
 - 6. C & D Farms: \$10,769.70.
- 25. The acts of Defendant Robert Rhodes are imputed to Defendant Gavilon Grain, LLC through Respondeat Superior.

IV. COUNT II - NEGLIGENCE

- 26. Paragraphs one (1) through twenty-five (25) are incorporated herein by reference as if set forth word for word.
 - 27. Defendant Gavilon Grain, LLC is liable to Plaintiffs for negligence as follows:

- a. Defendant Robert Rhodes was, at all times relevant hereto, an employee of Defendant Gavilon Grain, LLC; and
 - b. Defendant Gavilon Grain, LLC had a duty to supervise Defendant Robert Rhodes;
- c. Defendant Gavilon Grain, LLC breached its duty by allowing Defendant Robert Rhodes to engage in dishonest and deceitful behavior towards its customers; and
- d. As a result of the negligence of Gavilon Grain, LLC, Plaintiffs have sustained damages in the amount of:
 - 1. K & A Farms: \$9,818.86;
 - 2. C & A Farms: \$24,151.67;
 - 3. Brocato & Unger Farms: \$48,447.67;
 - 4. Pharr Farms: \$113,000.00;
 - 5. Dayton Pharr Farms: \$115,000.00; and
 - 6. C & D Farms: \$10,769.70.
 - 28. Plaintiffs demand trial by jury.

WHEREFORE, PREMISES CONSIDERED, Plaintiffs pray for judgment against

Defendant Robert Rhodes and Defendant Gavilon Grain, LLC, for Deceit and Negligence in the

amounts of:

- 1. K & A Farms: \$9,818.86;
- 2. C & A Farms: \$24,151.67;
- 3. Brocato & Unger Farms: \$48,447.67;
- 4. Pharr Farms: \$113,000.00;
- 5. Dayton Pharr Farms: \$115,000.00; and
- 6. C & D Farms: \$10,769.70.

In addition, Plaintiffs are entitled to punitive damages based on Defendant Rhodes intentional conduct in the amount of \$250,000.00, to be allocated pro rata; for their costs, expenses, a reasonable attorney's fee and all other relief deemed appropriate by this Court.

Respectfully submitted,

KNAPP LAW FIRM

Bv:

Donald E. Knapp, Jr. (06967)

427 Cherry St.

P.O. Box 630

Helena, AR 72342

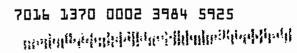
(870) 338-3100

Donald@TheKnappFirm.com

P.C. 150x 030 Helena, AR 72342







Gavilon Grain, LLC Capitol Corporate Services, Inc. 300 S Spring St., Ste 900 Little Rock AR 72201-2425



GAVILON &

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

K & A SEALY FARMS

P.O. BOX 96

MARVELL

PINE BLUFF, AR 71602

870/419-7008

Ε

Contract Date:

Our Number:

6055232 Purchase

PRICED

3/8/2018

06

Customer No.

0000367045

Payment Terms:

Proker:

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

AR

WEIGHTS:

DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

DESTINATION

TRANSPORTATION:

TRUCK

QUANTITY:

20,000.00

BU

72366

REFERENCE:

Status	Delivery	Schedule	Futures	Futures	Basis	BU
	Dates	Price	Month	Price	Price	Priced
Priced	9/1/2018 - 9/30/2018	\$10.27000	Nov-18	\$10.40000	-\$0.13000	20,000.00

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

Total Contracted BUSHELS

20,000.00

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged KHA Sealy Toms

Gavilon Grain, LLC

K & A SEALY FARMS

Date

SHANE YOUNG

3-8-18

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PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

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TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON &

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602 870/419-7008

FUTURE ONLY-HTA

6052410 **Purchase**

Contract Date:

Our Number:

1/30/2018

Ε K & A SEALY FARMS Customer No. Payment Terms: 0000367045

L P.O. BOX 96

MARVELL

Broker:

Ε

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

AR

WEIGHTS:

DESTINATION DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

TRUCK

QUANTITY: 25,000.00 BU

72366

REFERENCE: MARKET REGION:

TRANSPORTATION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	8/20/2018 - 9/14/2018	\$0.00000	Nov-18	\$10.16000	-\$0.05000	25,000.00

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

Total Contracted BUSHELS

25,000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST

TRADING DAY PRECEDING THE FIRST NOTICE DAY

FUTURES FIRST CONTRACT HTA FEE -.05 BASIS TO BE SET BEFORE DELIVERY

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation/Acknowledged:

Gavilon Grain, LLC

Date

Y FARMS

ARMS Date SHANEYOUNG PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 16 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON 🕏

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602

P.O. BOX 96

870/419-7008

S E K & A SEALY FARMS

L E

R MARVELL

AR 72366

Our Number:

6052416

FUTURE ONLY-HTA

Purchase

Contract Date:

2/12/2018

Customer No.

0000367045

Payment Terms:

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

WEIGHTS:

DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

WEIGHTS:

DESTINATION

COMMODITY: #TYSB YELLOW SOYBEANS

TRANSPORTATION:

TRUCK

QUANTITY:

20,000.00

BU

REFERENCE:

MARKET REGION:

PINE BLUFF AR

BU **Futures** Futures Price Other Delivery Schedule Status Dates **Price** Month Scheduled Fees -\$0.03000 20,000.00 Unpriced 9/1/2018 - 9/30/2018 \$0.00000 Nov-18 \$10,10000

Done

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

Total Contracted BUSHELS 20,000.00
TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE
EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST
TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE -.03

SET BASIS BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged:

Gavilon Grain, LLC

SHANDYOUNG

7-12.18

K & A SEALY FARMS

Date SHANEYE

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON G

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602 870/419-7008

FUTURE ONLY-HTA

Our Number:

6052413

Purchase

Contract Date:

2/9/2018

S

K & A SEALY FARMS Ε

Payment Terms:

0000367045

P.O. BOX 96

Broker:

Customer No.

Broker No.:

F

MARVELL

AR 72366 **Delivery Terms:**

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF, FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH. TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF. DESTINATION

WEIGHTS:

DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

TRUCK

QUANTITY:

5.000.00

BU

REFERENCE: MARKET REGION:

TRANSPORTATION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.00000	Nov-18	\$10.10000	-\$0.03000	5,000.00

Done

Buyer's scale of discounts at time of delivery to apply.

Total Contracted BUSHELS

5.000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST

TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE -.03

SET BASIS BEFORE DLV

Rules to apply: NGFA

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledges

Gavilon Grain, LLC

2-09-18

A SEALY FARMS

Date

SHANE YOUNG

Date

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 20 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into Interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON G

Gavilon Grain, LLC

PINE BLUFF AR

870/419-7008

CONFIRMATION OF PRICING AND/OR ORIGINAL CONTRACT

509 ISLAND HARBOR MARINA RD

AMENDMENT

Our Number:

6052413

PINE BLUFF, AR 71602

FUTURE ONLY-HTA

Purchase 2/9/2018

K & A SEALY FARMS

Contract Date: Customer No.

0000367045

P.O. BOX 96

Broker:

MARVELL

AR 72366 Broker No .: **Delivery Terms:**

DLV PINE BLUFF

THIS CONFIRMATION COVERS OUR UNDERSTANDING OF PRICING, AND/OR, OF AMENDMENT(S) IN PRIOR STIPULATIONS, TERMS, OR CONDITIONS OF THE CONTRACT SO DESIGNATED. THE NEW TERMS ARE TO BE CONSIDERED AS PART OF THE ORIGINAL CONTRACT AND ARE MADE WITH THE BEST INTERESTS OF BOTH PARTIES IN MIND. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

COMMODITY: #1YSB YELLOW SOYBEANS

WEIGHTS:

DESTINATION

TOTAL QUANTITY:

5,000.00 5,000.00 GRADES:

DESTINATION TRUCK

PRICED QUANTITY: **UNPRICED QUANTITY:**

0.00

REFERENCE:

TRANSPORTATION:

	Pricing	Delivery	Schedule	Futures	Futures	Basis	BU	BU
Status	Date	Dates	Price	Month	Price	Price	Unpriced	Priced
Priced	10/2/2018	9/1/2018 - 9/30/2018	\$9.42000	Nov-18	\$10.10000	-\$0.68000	0.00	5,000.00

DoNE

Buyer's scale of discounts at time of delivery to apply.

Total Priced BUSHELS

5.000.00

Rules to apply: NGFA

HTA FEE -.03 SET BASIS BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER.

Confirmation Acknowledged:

Gavilon Grain, LLC

ROBERT RHODES

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 22 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

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All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON G

Gavilon Grain, LLC

CONFIRMATION OF PRICING PINE BLUFF AR

AND/OR ORIGINAL CONTRACT

509 ISLAND HARBOR MARINA RD **AMENDMENT** PINE BLUFF, AR 71602

FUTURE ONLY-HTA

Our Number:

6052416 **Purchase**

870/419-7008

Contract Date:

2/12/2018

Customer No.

0000367045

K & A SEALY FARMS

P.O. BOX 96

MARVELL

AR 72366 Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

THIS CONFIRMATION COVERS OUR UNDERSTANDING OF PRICING, AND/OR, OF AMENDMENT(S) IN PRIOR STIPULATIONS, TERMS, OR CONDITIONS OF THE CONTRACT SO DESIGNATED. THE NEW TERMS ARE TO BE CONSIDERED AS PART OF THE ORIGINAL CONTRACT AND ARE MADE WITH THE BEST INTERESTS OF BOTH PARTIES IN MIND. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIAT<u>ELY BY WIRE OF ANY D</u>ISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

COMMODITY: #1YSB YELLOW SOYBEANS

20,000.00

WEIGHTS: GRADES:

DESTINATION DESTINATION

TOTAL QUANTITY: PRICED QUANTITY:

20,000.00

TRANSPORTATION:

TRUCK

REFERENCE: 0.00 **UNPRICED QUANTITY:**

	Pricing	Delivery	Schedule	Futures	Futures	Basis	BU	BU
Status	Date	Dates	Price	Month	Price		Unpriced	Priced
Priced	10/3/2018	9/1/2018 - 9/30/2018	\$9,42000	Nov-18	\$10.10000	-\$0.68000	0.00	20,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Total Priced BUSHELS

20,000.00

HTA FEE -.03

SET BASIS BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER.

Confirmation Acknowledged:

Gavilon Grain, LLC

ROBERT RHODES

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 24 of 50 **TERMS AND CONDITIONS**

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

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Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

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GAVILON &

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

PINE BLUFF, AR 71602

870/419-7008

C & A FARMS P.O. BOX 96

Ε

MARVELL

72366

Our Number:

6055234

PRICED

Purchase

Contract Date:

3/8/2018

Customer No.

0000367046

Payment Terms:

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

WEIGHTS:

DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

DESTINATION

TRANSPORTATION:

TRUCK

QUANTITY:

20,000.00

BU

REFERENCE:

Status	Delivery	Schedule	Futures	Futures	Basis	BU
	Dates	Price	Month	Price	Price	Priced
Priced	9/1/2018 - 9/30/2018	\$10.27000	Nov-18	\$10.40000	-\$0.13000	20,000.00

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

Total Contracted BUSHELS

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN, IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged (+ A Heidelluke Laurs

Gavilon Grain, LLC

Date

ANE YOUNG

Date

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 26 of 50 **TERMS AND CONDITIONS**

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any ef its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON &

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

PINE BLUFF, AR 71602

870/419-7008

C & A FARMS E

L P.O. BOX 96

Е

QUANTITY:

MARVELL

AR 72366 Our Number:

6052411

FUTURE ONLY-HTA

Purchase

Contract Date:

2/9/2018

Customer No.

0000367046

Payment Terms:

Delivery Terms:

Broker:

Broker No.:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF, FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCHTERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF. WEIGHTS: DESTINATION OF THE PROPERTY OF DESTINATION

30,000.00

COMMODITY: #1YSB YELLOW SOYBEANS

BU

WEIGHTS: GRADES:

DESTINATION

TRANSPORTATION:

TRUCK

REFERENCE:

MARKET REGION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.0000	Nov-18	\$10.10000	-\$0.03000	30,000.00

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

Total Contracted BUSHELS

30,000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST

TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE .03

BASIS TO BE SET BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged:

Gavilon Grain, LLC

SHANE YOUNG

2-09-18

Date

& A FARMS Date PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 28 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON (F

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602

870/419-7008

Ε C & A FARMS L P.O. BOX 96

L E

QUANTITY:

MARVELL

AR 72366

BU

Our Number:

6052415

FUTURE ONLY-HTA

Purchase

Contract Date:

2/12/2018

Customer No.

0000367046

Payment Terms:

Broker: Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF. DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

20,000.00

WEIGHTS: GRADES:

DESTINATION

TRANSPORTATION:

REFERENCE:

TRUCK

MARKET REGION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.00000	Nov-18	\$10.10000	-\$0.03000	20,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Done **Total Contracted BUSHELS**

20,000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST

TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE .03

BASIS SET BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER, BUYER'S SCHEDULE OF DISCOUNTS TO APPLY, SELLER GUARANTEES GRAIN U.S. GROWN, IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Advandedged:

Gavilon Grain, LLC

SHANE YOUNG

2-12-18

C & A FARMS

Date

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Date

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 30 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

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Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON G

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD **AMENDMENT**

PINE BLUFF, AR 71602 870/419-7008

C & A FARMS

P.O. BOX 96

MARVELL R

AR 72366

CONFIRMATION OF PRICING AND/OR ORIGINAL CONTRACT

Our Number:

FUTURE ONLY-HTA

6052415 **Purchase**

Contract Date:

2/12/2018

Customer No.

0000367046

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

THIS CONFIRMATION COVERS OUR UNDERSTANDING OF PRICING, AND/OR, OF AMENDMENT(S) IN PRIOR STIPULATIONS, TERMS, OR CONDITIONS OF THE CONTRACT SO DESIGNATED. THE NEW TERMS ARE TO BE CONSIDERED AS PART OF THE ORIGINAL CONTRACT AND ARE MADE WITH THE BEST INTERESTS OF BOTH PARTIES IN MIND. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

COMMODITY: #1YSB YELLOW SOYBEANS

20,000.00

20,000.00

WEIGHTS: **GRADES:**

DESTINATION DESTINATION

TRANSPORTATION:

TRUCK

UNPRICED QUANTITY:

TOTAL QUANTITY:

PRICED QUANTITY:

0.00

REFERENCE:

C4-4	Pricing		Schedule				BU	BU
Status	<u>Date</u>	<u> Dates</u>	Price	<u> Month</u>	<u> Price</u>	<u>Price</u>	<u>Unpriced</u>	Priced
Priced	10/4/2018	9/1/2018 - 9/30/2018	\$9.42000	Nov-18	\$10.10000	-\$0.68000	0.00	20,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Total Priced BUSHELS

20.000.00

HTA FEE 03

BASIS SET BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER.

Confirmation Acknowledged:

Gavilon Grain, LLC

ROBERT RHODES PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 32 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

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All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON &

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602 870/419-7008

Our Number:

6052412

FUTURE ONLY-HTA

Purchase

Contract Date:

2/9/2018

BROCATO & UNGER FARMS Ε

Customer No. Payment Terms: 0000367047

L P.O. BOX 96 Broker:

Broker No.:

Ε

MARVELL

72366

AR

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

WEIGHTS:

DESTINATION DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

TRUCK

QUANTITY:

5.000.00

BU

REFERENCE: MARKET REGION:

TRANSPORTATION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.0000	Nov-18	\$10.10000	-\$0.03000	5,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Total Contracted BUSHELS

5.000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE .03

BASIS TO BE SET BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged:

Gavilon Grain, LLC

PROCATO & UNCER FARMS

Date

SHANE YOUNG PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Date

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 34 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON G

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602

870/419-7008

QUANTITY:

S **BROCATO & UNGER FARMS** Ε

L P.O. BOX 96 L E

MARVELL

AR 72366

BU

Our Number:

6052414

FUTURE ONLY-HTA

Purchase

Contract Date:

2/12/2018 0000367047

Customer No.

Payment Terms:

Broker:

Broker No.: **Delivery Terms:**

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF. DESTINATION WEIGHTS:

COMMODITY: #1YSB YELLOW SOYBEANS

20,000.00

GRADES:

DESTINATION

TRANSPORTATION:

TRUCK

REFERENCE:

MARKET REGION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.0000	Nov-18	\$10.10000	-\$0.03000	20,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Done Total Contracted BUSHELS

20.000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE .03

SET BASIS BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN, IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged:

Gavilon Grain, LLC

BROCATO & UNGER FARMS Date SHANE YOUNG

2-12-18 Date

PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 36 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

P.O. BOX 96

MARVELL

PINE BLUFF, AR 71602

870/419-7008

L

L

Ε

R

Contract Date:

3/8/2018

6055233

Purchase

Customer No.

Our Number:

0000367047

Payment Terms:

Broker:

PRICED

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

AR

WEIGHTS:

DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

DESTINATION

BROCATO & UNGER FARMS

TRANSPORTATION:

TRUCK

QUANTITY:

20,000.00

BU

72366

REFERENCE:

Status	Delivery	Schedule	Futures	Futures	Basis	BU
	Dates	Price	Month	Price	Price	Priced
Priced	9/1/2018 - 9/30/2018	\$10.27000	Nov-18	\$10.40000	-\$0.13000	20,000.00

Dune

Buyer's scale of discounts at time of delivery to apply.

Total Contracted BUSHELS

20,000.00

Rules to apply: NGFA

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged Brocate + Ung from

Gavilon Grain, LLC

3-8-18

Date

Date

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 38 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

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Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602

870/419-7008

QUANTITY:

BROCATO & UNGER FARMS

L P.O. BOX 96

Е MARVELL

COMMODITY: #1YSB YELLOW SOYBEANS

25,000.00

AR 72366

BU

Our Number:

6052408

FUTURE ONLY-HTA

Purchase

Contract Date:

1/30/2018

Customer No.

0000367047

Payment Terms:

Broker: Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

WEIGHTS: **GRADES:**

DESTINATION DESTINATION

TRANSPORTATION:

TRUCK

REFERENCE: MARKET REGION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	8/20/2018 - 9/14/2018	\$0.00000	Nov-18	\$10,16000	-\$0.05000	25.000.00

Buyer's scale of discounts at time of delivery to apply.

BROCATO & UNGER FARMS

Rules to apply: NGFA

Total Contracted BUSHELS 25,000.00 TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST TRADING DAY PRECEDING THE FIRST NOTICE DAY

FUTURES FIRST CONTRACT HTA FEE -.05 BASIS TO BE SET BEFORE DELIVERY

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Date

Confirmation Acknowledge

Gavilon Grain, LLC

OUNG PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

30 -18

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 40 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

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Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD **AMENDMENT**

PINE BLUFF, AR 71602

870/419-7008

CONFIRMATION OF PRICING AND/OR ORIGINAL CONTRACT

Our Number: 6052408

FUTURE ONLY-HTA

Purchase

Contract Date:

1/30/2018

Customer No.

0000367047

BROCATO & UNGER FARMS

P.O. BOX 96

MARVELL

AR 72366 Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

THIS CONFIRMATION COVERS OUR UNDERSTANDING OF PRICING, AND/OR, OF AMENDMENT(S) IN PRIOR STIPULATIONS, TERMS, OR CONDITIONS OF THE CONTRACT SO DESIGNATED. THE NEW TERMS ARE TO BE CONSIDERED AS PART OF THE ORIGINAL CONTRACT AND ARE MADE WITH THE BEST INTERESTS OF BOTH PARTIES IN MIND. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

COMMODITY: #1YSB YELLOW SOYBEANS

25,000.00

25,000.00

WEIGHTS: **GRADES:**

DESTINATION DESTINATION

TRANSPORTATION:

TRUCK

PRICED QUANTITY: **UNPRICED QUANTITY:**

TOTAL QUANTITY:

0.00

REFERENCE:

	Pricing	Delivery	Schedule	Futures	Futures	Basis	BU	BU
Status	Date	Dates	Price	Month	Price	Price	Unpriced	Priced
Priced	10/6/2018	8/20/2018 - 9/14/2018	3 \$9,47000	Nov-18	\$10,16000	-\$0.69000	0.00	25,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Total Priced BUSHELS

ROBERT RHODES

25.000.00

Date 1 90 6 18

FUTURES FIRST CONTRACT HTA FEE -.05 BASIS TO BE SET BEFORE DELIVERY

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER.

Confirmation Acknowledged:

Gavilon Grain, LLC

BROCATO & UNGER FARMS

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TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

PINE BLUFF, AR 71602

870/419-7008

PHARR FARMS Ε Broker: 2946 FLORENCE RD

Ε MONTICELLO R

AR 71655 Contract Date: Customer No.

Our Number:

PRICED

0000306307

6055181

Purchase

12/5/2017

Payment Terms:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF:

WEIGHTS:

DESTINATION

COMMODITY: #1YSB YELLOW SOYBEANS

GRADES:

TRANSPORTATION:

DESTINATION

TRUCK

QUANTITY:

10,000.00

BU

REFERENCE:

Status	Delivery	Schedule	Futures	Futures	Basis	BU
	Dates	Price	Month	Price	Price	Priced
Priced	9/1/2018 - 9/30/2018	\$10.00000	Nov-18	\$10.20000	-\$0.20000	10,000.00

Buyer's scale of discounts at time of delivery to apply.

Total Contracted BUSHELS

10,000.00

Rules to apply: NGFA

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged

Gavilon Grain, LLC

12-05-17 Date

grade specified herein that will have been blown in the Contropolation of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food. Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

GAVILON G

Gavilon Grain, LLC

PINE BLUFF AR 509 ISLAND HARBOR MARINA RD PINE BLUFF, AR 71602

870/419-7008

Ε C & D FARMS

151 COTTONDALE RD

15,000.00

QUANTITY:

Ε PINE BLUFF

AR 71601

BU

Our Number:

6052422

FUTURE ONLY-HTA

Purchase

Contract Date:

2/20/2018

Customer No.

0000240927

Payment Terms:

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

COMMODITY: #1YSB YELLOW SOYBEANS

WEIGHTS: GRADES:

DESTINATION DESTINATION

TRANSPORTATION:

TRUCK

REFERENCE:

MARKET REGION:

PINE BLUFF AR

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.00000	Nov-18	\$10,18000	-\$0.03000	15,000.00

Buyer's scale of discounts at time of delivery to apply. Rules to apply: NGFA

Total Contracted BUSHELS

15,000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST

TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA FEE -.03 BASIS SET BEFORE DLV

EXHIBIT

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN, IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation/Acknowledged:

Gavilon Grain, LLC

C & D FARMS

SHANE YOUNG

Date

2-20-18

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such inquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way cenflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

151 COTTONDALE RD

PINE BLUFF, AR 71602

870/419-7008

Ε C & D FARMS

QUANTITY:

PINE BLUFF

30,000.00

71601

Our Number:

6052425

FUTURE ONLY-HTA

Purchase

Contract Date:

3/7/2018

0000240927

Customer No.

Payment Terms:

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

COMMODITY: #1YSB YELLOW SOYBEANS

BU

WEIGHTS: GRADES:

DESTINATION DESTINATION

TRANSPORTATION:

TRUCK

REFERENCE:

MARKET REGION:

PINE BLUFF AR

Status	Delivery Dates	Schedule Price	Futures Month	Futures Price	Other Fees		BU Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.00000	Nov-18	\$10.45000	-\$0.03000	. ,.	30,000.00

DOVE

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

Total Contracted BUSHELS

30.000.00

TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST

TRADING DAY PRECEDING THE FIRST NOTICE DAY

HTA CONTRACT FEE -.03 BASIS MUST BE SET BEFORE DLV

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY, SELLER GUARANTEES GRAIN U.S. GROWN, IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged:

Gavilon Grain, LLC

3 -7-18

C & D FARMS

Date

Date

Case 2:19-cv-00058-JM Document 1 Filed 05/24/19 Page 48 of 50

TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof, that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

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All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.

Gavilon Grain, LLC

PINE BLUFF AR

509 ISLAND HARBOR MARINA RD

PINE BLUFF, AR 71602

870/419-7008

S E C&DFARMS

151 COTTONDALE RD

COMMODITY: #1YSB YELLOW SOYBEANS

Ē

R PINE BLUFF

AR 71601

Our Number:

6052426

FUTURE ONLY-HTA

Purchase

Contract Date:

5/1/2018

Customer No.

0000240927

Payment Terms:

Broker:

Broker No.:

Delivery Terms:

DLV PINE BLUFF

SELLER AGREES TO AND CONFIRMS THE SALE OF THE FOLLOWING DESCRIBED COMMODITIES TO GAVILON GRAIN, LLC (BUYER) SUBJECT TO THE TERMS AND CONDITIONS STATED ON THE FACE AND BACK THEREOF. FAILURE TO ADVISE GAVILON GRAIN, LLC IMMEDIATELY BY WIRE OF ANY DISCREPANCY, OBJECTION TO OR DISAGREEMENT WITH SUCH

TERMS AND CONDITIONS SHALL BE AN ACCEPTANCE THEREOF.

WEIGHTS:

DESTINATION

GRADES:

DESTINATION TRUCK

TRANSPORTATION: REFERENCE:

QUANTITY: 5,000.00

BU

MARKET REGION:

PINE BLUFF AR
BU

Status	Delivery	Schedule	Futures	Futures	Other	BU
	Dates	Price	Month	Price	Fees	Scheduled
Unpriced	9/1/2018 - 9/30/2018	\$0.0000	Nov-18	\$10.45000	\$0.03000	5,000.00

Buyer's scale of discounts at time of delivery to apply.

Rules to apply: NGFA

HTA FEE .03 5000 of 20,000 bu

Total Contracted BUSHELS 5,000.00
TO BE PRICED DURING AN ACTIVE SESSION OF THE APPLICABLE
EXCHANGE (CBOT/KBOT/MGE) PRIOR TO THE SECOND TO LAST
TRADING DAY PRECEDING THE FIRST NOTICE DAY

BUYER OBJECTS TO THE INCLUSION OF ANY DIFFERENT OR ADDITIONAL TERMS PROPOSED BY SELLER. BUYER'S SCHEDULE OF DISCOUNTS TO APPLY. SELLER GUARANTEES GRAIN U.S. GROWN. IF PRICE OF GRAIN IS ON A PREMIUM BASIS, CONTRACT TO BE PRICED OR SPREAD PRIOR TO THE LAST TRADING DAY PRECEDING THE FIRST DELIVERY DAY OF THE FUTURES CONTRACT.

Confirmation Acknowledged:

27-16

Gavilon Grain, LLC

5-01-18

C & D FARMS

AS Date SHANE TO PLEASE SIGN ONE COPY AND RETURN TO ABOVE ADDRESS.

Date

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TERMS AND CONDITIONS

Except as modified or limited by the terms and conditions stated herein, the Contract shall be governed by and construed in accordance with the applicable rules and regulations of the exchange, board or association designated on the face hereof, or, if none is designated or Seller is not a member of said exchange, board, or association, then the applicable trade rules of the National Grain and Feed Association in effect on the date hereof, and, to the extent not inconsistent therewith, the applicable provisions of the Uniform Commercial Code.

Seller warrants to Buyer that all grain sold and delivered hereunder will be of good, sound, dry and merchantable quality in accordance with the grade specified herein; that it will have been grown in the Continental United States unless a non-United States grown clause has been made a part of this Contract and so stated on the face hereof; that it will not be adulterated or misbranded within the meaning of the Federal Food, Drug and Cosmetic Act, nor be a commodity which may not, under the provisions of Section 404 or 505 of the Act, be introduced into interstate commerce; that neither any such grain nor the shipment thereof will be in violation of or subject to penalty, seizure or lien under any other federal, state or local law, ordinance regulation quota or order, and all grain sold hereunder will be delivered to Buyer free and clear of any and all liens, encumbrances, security interests, claims and penalties of any kind and nature.

In the event that a party hereto (the "Defaulting Party") becomes insolvent, or suffers or consents to or applies for the appointment of a receiver, trustee, custodian or liquidator of itself or any of its property, or generally fails to pay its debts as they become due, or makes a general assignment for the benefit of creditors, or files a voluntary petition in bankruptcy, or seeks reorganization, in order to effect a plan or other arrangement with creditors or any other relief under the Bankruptcy Code, Title 11 of the United States Code, as amended or recodified from time to time, or under any state or federal law granting relief to debtors then the other party (the "Non-defaulting Party") may (i) immediately cancel this Contract and all other Contracts between the parties hereto, (ii) liquidate such cancelled Contracts in a commercially reasonable manner, and (iii) aggregate such liquidated amounts into a single liquidated settlement amount (the "Settlement Amount") due, which shall be due and payable two (2) business days after written notice by the Non-defaulting Party. In addition, the Non-defaulting Party may set-off any amounts owed by the Defaulting Party to the Non-defaulting Party under any other agreements between the parties against any Settlement Amount owed by the Non-defaulting Party to the Defaulting Party hereunder.

The parties agree that each of them is a forward contract merchant as set forth in 11 U.S.C. Section 101(25). The parties also agree that this Contract and any other commodity contract between the parties are all forward contracts as defined in 11 U.S.C. Section 101(25). The payments and transfers described herein shall constitute "Settlement Payments" or "Margin Payments" as set forth in 11 U.S.C. Sections 101(51A) and (38).

Each Party consents to the recording of all telephone conversations between its representative and the representatives of the other Party.

This Contract is made on the basis of freight rates in effect on the date hereof. Any increase in freight rates taking effect before the full performance of this Contract shall be for the account of Seller unless otherwise adjusted and agreed upon between the parties at the time of the affected shipment.

All shipments of grain hereunder shall be made by Seller to the place of delivery designated herein. Buyer may subsequently designate any reasonable alternate place of delivery to facilitate Seller's performance of this Contract but shall have no obligation to do so. Any increased shipping charges incurred under this provision shall be for Seller's account and any reductions in shipping charges shall be for Buyer's account; provided however, if the designated alternate delivery points are solely for Buyer's convenience, increase shipping charges shall be for Buyer's account.

Unless otherwise specified, each shipment hereunder will be applied to the oldest open contract between Buyer and Seller.

Buyer reserves the right to apply off-grade grain at market difference without first notifying Seller.

Buyer's performance hereunder, or any delay in such performance, including the acceptance of deliveries of grain on the date or dates specified, shall be excused where such failure to perform or delay is attributable to any cause or reason beyond Buyer's control, including without limitation lack of available storage space, equipment breakdown, labor trouble, governmental regulations, transportation difficulties, embargoes, civil disturbances, acts of God, or any other causes of the like or different character beyond Buyer's control.

This Contract is intended by the parties as a final expression of their agreement and is intended also as a complete and exclusive statement of the terms and conditions of their agreement. This Contract is limited to the terms and conditions stated herein, which terms and conditions shall prevail insofar as they might in any way conflict with any terms or conditions of Seller's confirmation.

There are hereby incorporated herein by reference the respective Equal Opportunity Clauses set forth in 41 C.F.R. para. 60-1.4 (a), 41 C.F.R. para. 60-250.4 and 41 C.F.R. para. 60-741.4 to extent the incorporation thereof is required by or necessary for compliance with applicable federal laws, regulations or orders. As used in such clauses, "contractor" shall mean the Seller hereunder. Unless otherwise exempt, this Purchase Order incorporates by reference the EEO Clause contained in 41 C.F.R. Sections 60-1.4, 60-741.5, and 60-250.5.